

## Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended and P.A. 71 of 1919, as amended.

|  |                             |   |                   |
|--|-----------------------------|---|-------------------|
| Local Unit of Government Type<br><input type="checkbox"/> County <input type="checkbox"/> City <input type="checkbox"/> Twp <input checked="" type="checkbox"/> Village <input type="checkbox"/> Other |                             | Local Unit Name<br>Village of Peck                  | County<br>Sanilac |
| Fiscal Year End<br>March 31, 2007  | Opinion Date<br>May 3, 2007 | Date Audit Report Submitted to State<br>May 9, 2007 |                   |

We affirm that:

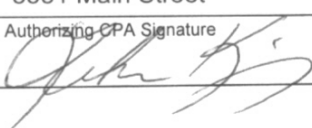
We are certified public accountants licensed to practice in Michigan.

We further affirm the following material, "no" responses have been disclosed in the financial statements, including the notes, or in the Management Letter (report of comments and recommendations).

- YES NO **Check each applicable box below.** (See instructions for further detail.)
1. ☒ ☐ All required component units/funds/agencies of the local unit are included in the financial statements and/or disclosed in the reporting entity notes to the financial statements as necessary.
  2. ☐ ☒ There are no accumulated deficits in one or more of this unit's unreserved fund balances/unrestricted net assets (P.A. 275 of 1980) or the local unit has not exceeded its budget for expenditures.
  3. ☒ ☐ The local unit is in compliance with the Uniform Chart of Accounts issued by the Department of Treasury.
  4. ☒ ☐ The local unit has adopted a budget for all required funds.
  5. ☒ ☐ A public hearing on the budget was held in accordance with State statute.
  6. ☒ ☐ The local unit has not violated the Municipal Finance Act, an order issued under the Emergency Municipal Loan Act, or other guidance as issued by the Local Audit and Finance Division.
  7. ☒ ☐ The local unit has not been delinquent in distributing tax revenues that were collected for another taxing unit.
  8. ☒ ☐ The local unit only holds deposits/investments that comply with statutory requirements.
  9. ☒ ☐ The local unit has no illegal or unauthorized expenditures that came to our attention as defined in the *Bulletin for Audits of Local Units of Government in Michigan*, as revised (see Appendix H of Bulletin).
  10. ☒ ☐ There are no indications of defalcation, fraud or embezzlement, which came to our attention during the course of our audit that have not been previously communicated to the Local Audit and Finance Division (LAFD). If there is such activity that has not been communicated, please submit a separate report under separate cover.
  11. ☒ ☐ The local unit is free of repeated comments from previous years.
  12. ☒ ☐ The audit opinion is UNQUALIFIED.
  13. ☒ ☐ The local unit has complied with GASB 34 or GASB 34 as modified by MCGAA Statement #7 and other generally accepted accounting principles (GAAP).
  14. ☒ ☐ The board or council approves all invoices prior to payment as required by charter or statute.
  15. ☒ ☐ To our knowledge, bank reconciliations that were reviewed were performed timely.

If a local unit of government (authorities and commissions included) is operating within the boundaries of the audited entity and is not included in this or any other audit report, nor do they obtain a stand-alone audit, please enclose the name(s), address(es), and a description(s) of the authority and/or commission.

I, the undersigned, certify that this statement is complete and accurate in all respects.

|  |                                     |  |              |
|--|-------------------------------------|--|--------------|
| <b>We have enclosed the following:</b>   | Enclosed                            | Not Required (enter a brief justification) |              |
| Financial Statements   | <input checked="" type="checkbox"/> |  |              |
| The letter of Comments and Recommendations   | <input checked="" type="checkbox"/> |  |              |
| Other (Describe)   | <input type="checkbox"/>            |  |              |
| Certified Public Accountant (Firm Name)<br>Lehn L. King, C.P.A.  | Telephone Number<br>989-635-3113    |  |              |
| Street Address<br>3531 Main Street   | City<br>Marlette                    | State<br>MI                                | Zip<br>48453 |
| Authorizing CPA Signature<br> | Printed Name<br>Lehn King           | License Number<br>A248781                  |              |

# *Village of Peck*

**Sanilac County, Michigan**

Audited Financial Report  
March 31, 2007

# LEHN L. KING

CERTIFIED PUBLIC ACCOUNTANT

3531 MAIN STREET  
MARLETTE, MICHIGAN 48453

Phone 989-635-3113  
Fax 989-635-5580

May 3, 2007

Members of the Village Council

## **Village of Peck**

Council Members:

In accordance with your request, I have made an examination of the financial statements of the Village of Peck for the fiscal year ended, March 31, 2007. During the course of my examination, the following material items came to my attention:

1. Per P.A. 621 of 1968, the council does not have authorization to spend money that exceeds the budget. The budget must be amended prior to it being exceeded. Amendments to the budget must be detailed as to the increase and decrease amount of each line item being changed.

From an overall viewpoint, the Village of Peck is in good financial condition. I thank the Village officials and employees for the cooperation I received in the completion of this examination.

Sincerely,

*Lehn King*

Lehn L. King  
Certified Public Accountant

**Village of Peck**  
Annual Financial Report  
For The Fiscal Year Ended March 31, 2007

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# LEHN L. KING

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3531 MAIN STREET  
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Fax 989-635-5580

Honorable Village Council

**Village of Peck**

Sanilac County, Michigan

## **Independent Auditor's Report**

I have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Village of Peck, Michigan as of and for the year ended March 31, 2007, which collectively comprise the Village's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Village of Peck, Michigan's management. My responsibility is to express opinions on these financial statements based on my audit.

I conducted the audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that the audit provides a reasonable basis for my opinions.

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Village of Peck, Michigan as of March 31, 2007 and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

The management's discussion and analysis, and the budgetary comparison schedules, as identified in the table of contents, are not a required part of the basic financial statements but are supplemental information required by the Governmental Accounting Standards Board. I have applied certain limited procedures, which consisted principally of inquiries of management, regarding the methods of measurement and presentation of the required supplemental information. However, I did not audit the information and express no opinion on it.

The Audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Village of Peck, Michigan's basic financial statements. The accompanying other supplemental information, as identified in the table of contents, is presented for the purpose of additional analysis and is not a required part of the basic financial statements. The other supplemental information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in my opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

As described in Note 1, the Village has implemented a new financial reporting model, as required by the provisions of GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*, and related statements, as of April 1, 2004.

*Lehn King*

Lehn L. King  
**Certified Public Accountant**

May 3, 2007

# Village of Peck

## Peck, Michigan

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### MANAGEMENT'S DISCUSSION AND ANALYSIS LETTER

Our discussion and analysis of the Village of Peck's financial performance provides an overview of the Village's financial activities for the fiscal year ended March 31, 2007. Please read it in conjunction with the Village's financial statements.

#### Financial Highlights

The General Fund for the Village of Peck had a fund balance of \$156,624, as of March 31, 2007. This gives the Village a healthy financial position for the General Fund.

Overall, the Village is in good financial position.

#### Using this Report

This annual report is presented in a format consistent with the presentation requirements of the Governmental Accounting Standards Board (GASB) Statement No.34. GASB Statement 34 implements a new model of financial reporting for state and local governments designed to enhance the usefulness of the Village's annual report.

#### The Village as a Whole

The following table shows in a condensed format, the net assets as of the current date and compared to the prior year's net assets. Comparative data is not available for assets and liabilities due to the change in accounting formats for the fiscal year ending March 31, 2007 (see note one in the notes to the financial statements).

|                              | Governmental Activities |            | Business-Type Activities |              | Total        |              |
|------------------------------|-------------------------|------------|--------------------------|--------------|--------------|--------------|
|                              | 3/31/2007               | 3/31/2006  | 3/31/2007                | 3/31/2006    | 3/31/2007    | 3/31/2006    |
| Current Assets               | \$ 269,035              | \$ 240,494 | \$ 361,097               | \$ 320,807   | \$ 630,132   | \$ 561,301   |
| Noncurrent Assets            | 525,154                 | 524,731    | 1,434,613                | 1,503,785    | 1,959,767    | 2,028,516    |
| Total Assets                 | 794,189                 | 765,225    | 1,795,710                | 1,824,592    | 2,589,899    | 2,589,817    |
| Current Liabilities          | 46,895                  | 26,329     | 35,244                   | 34,459       | 82,139       | 60,788       |
| Noncurrent Liabilities       | 60,606                  | 67,346     | 219,120                  | 247,364      | 279,726      | 314,710      |
| Total Liabilities            | 107,501                 | 93,675     | 254,364                  | 281,823      | 361,865      | 375,498      |
| Net Assets:                  |                         |            |                          |              |              |              |
| Invested in Capital Assets - |                         |            |                          |              |              |              |
| Net of Related Debt          | 434,808                 | 450,590    | 982,523                  | 1,033,451    | 1,417,331    | 1,484,041    |
| Unrestricted                 | 251,880                 | 220,961    | 558,824                  | 509,318      | 810,704      | 730,279      |
| Total Net Assets             | \$ 686,688              | \$ 671,551 | \$ 1,541,347             | \$ 1,542,769 | \$ 2,228,035 | \$ 2,214,320 |

# Village of Peck

## Peck, Michigan

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### The Village as a Whole – Continued

The following table shows the changes of the net assets during the current year:

|                             | <u>Governemntal</u><br><u>Activities</u> | <u>Business-Type</u><br><u>Acticities</u> | <u>Total</u><br><u>2006-2007</u> |
|-----------------------------|--|---|----------------------------------|
| <b>Revenues</b>             |  |   |                                  |
| Program Revenues:           |  |   |                                  |
| Charges for Services        | \$ 104,783                               | \$ 161,324                                | \$ 266,107                       |
| Operating Grants & Cont's   | 45,661                                   | -   | 45,661                           |
| General Revenues:           |  |   | -                                |
| Property Taxes              | 153,338                                  | -   | 153,338                          |
| State-Shared Revenues       | 61,673                                   | -   | 61,673                           |
| Interest                    | 14,291                                   | 17,507                                    | 31,798                           |
| Other Revenues              | 3,509                                    | -   | 3,509                            |
|                             | <u>383,255</u>                           | <u>178,831</u>                            | <u>562,086</u>                   |
| Total Revenues              | 383,255                                  | 178,831                                   | 562,086                          |
| <b>Program Expenses</b>     |  |   |                                  |
| General Government          | \$ 135,085                               | \$ -                                      | \$ 135,085                       |
| Public Safety               | 53,213                                   | -   | 53,213                           |
| Public Works                | 169,641                                  | -   | 169,641                          |
| Recreation & Culture        | 9,781                                    | -   | 9,781                            |
| Interest on Long-Term Debt  | 399                                      | 11,125                                    | 11,524                           |
| Water & Sewer               | -  | 169,127                                   | 169,127                          |
|                             | <u>368,119</u>                           | <u>180,252</u>                            | <u>548,371</u>                   |
| Total Program Expenses      | 368,119                                  | 180,252                                   | 548,371                          |
| <b>Change in Net Assets</b> | <u>\$ 15,136</u>                         | <u>\$ (1,421)</u>                         | <u>\$ 13,715</u>                 |

# Village of Peck

## Peck, Michigan

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### Economic Factors and Next Year's Budget and Rates

The Village of Peck's 2007/2008 adopted budget is as follows:

|                              | <b>General Fund</b> |                  |
|------------------------------|---------------------|------------------|
|                              | <b>March 31,</b>    |                  |
|                              | <b>2007</b>         | <b>2006</b>      |
| Fund Balance Surplus         | 104,000             | 117,500          |
| <b>Revenue</b>               |                     |                  |
| General Operations           | -                   | -                |
| Property Taxes               | 121,200             | 116,150          |
| Intergovernmental Revenue    | 63,000              | 65,500           |
| Charges for Services         | 84,200              | 74,700           |
| Grant Proceeds               | -                   | -                |
| Loan Proceeds                | -                   | -                |
| Other                        | 11,000              | 12,000           |
| Total Revenue Collected      | 383,400             | 385,850          |
| <b>Expenditures</b>          |                     |                  |
| General Government           | 116,750             | 128,000          |
| Public Safety - Police       | 61,500              | 51,000           |
| Public Works                 | 95,000              | 110,750          |
| Capital Outlay               | -                   | -                |
| Debt Service                 | -                   | -                |
| Transfers                    | 10,000              | 10,000           |
| Total Expenditures           | 283,250             | 299,750          |
| <b>Net Over/Under Budget</b> | <b>\$ 100,150</b>   | <b>\$ 86,100</b> |

### Contacting the Village

This report is designed to provide our citizens, taxpayers, customers and creditors with a general overview of the Village's finances and to demonstrate the Village's accountability for the money it receives. If you have any questions about this report or need additional financial information, contact the Village office at the Village Hall in Peck, Michigan or by telephone at (810) 378-5131.

Marvin Longuski  
Village of Peck, President



**Village of Peck**  
Statement of Net Assets (Deficit)  
March 31, 2007

|  | <b>Primary Government</b> |                        |                        |
|--|---------------------------|------------------------|------------------------|
|  | <b>Governmental</b>       | <b>Business-type</b>   |                        |
|  | <b>Activities</b>         | <b>Activities</b>      | <b>Total</b>           |
| <b><u>Assets</u></b>                             |                           |                        |                        |
| Cash & Cash Equivalents                          | \$ 224,772.20             | \$ 339,636.86          | \$ 564,409.06          |
| Accounts Receivable                              | 44,262.89                 | 3,217.45               | 47,480.34              |
| Current Portion of Interfund Receivables         | -                         | 18,244.34              | 18,244.34              |
| Due From Other Governmental Units                | -                         | -                      | -                      |
| Interfund Notes Receivable                       | -                         | 204,725.81             | 204,725.81             |
| Capital Assets                                   |                           |                        |                        |
| Nondepreciable Capital Assets                    | 15,000.00                 | 103,576.40             | 118,576.40             |
| Depreciable Capital Assets (Net)                 | 510,153.82                | 1,126,311.05           | 1,636,464.87           |
| <b>Total Assets</b>                              | <b>794,188.91</b>         | <b>1,795,711.91</b>    | <b>2,589,900.82</b>    |
| <b><u>Liabilities</u></b>                        |                           |                        |                        |
| Accounts Payable                                 | 17,155.15                 | -                      | 17,155.15              |
| Due To Other Funds                               | -                         | -                      | -                      |
| Accrued Interest Payable                         | -                         | 7,000.00               | 7,000.00               |
| Current Portion of Long-Term Debt                | 29,740.00                 | 28,244.34              | 57,984.34              |
| Noncurrent Liabilities:                          |                           |                        |                        |
| Long-Term Debt                                   | 60,606.00                 | 219,119.57             | 279,725.57             |
| <b>Total Liabilities</b>                         | <b>107,501.15</b>         | <b>254,363.91</b>      | <b>361,865.06</b>      |
| <b><u>Net Assets (Deficit)</u></b>               |                           |                        |                        |
| Invested in Capital Assets - Net of Related Debt | 434,807.82                | 982,523.54             | 1,417,331.36           |
| Unrestricted                                     | 251,879.94                | 558,824.46             | 810,704.40             |
| <b>Total Net Assets (Deficit)</b>                | <b>\$ 686,687.76</b>      | <b>\$ 1,541,348.00</b> | <b>\$ 2,228,035.76</b> |

The notes are an integral part of the statements.

**Village of Peck**  
Statement of Activities  
For the Year Ended March 31, 2007

| Functions/Programs                                | Expenses             | Program Revenues        |  |                                      | Net (Expense) Revenue & Changes in Net Assets |                             |                        |
|---|----------------------|-------------------------|--|--------------------------------------|---|-----------------------------|------------------------|
|   |                      | Charges for<br>Services | Operating<br>Grants &<br>Contributions | Capital<br>Grants &<br>Contributions | Primary Government                            |                             |                        |
|   |                      |                         |  |                                      | Governmental<br>Activities                    | Business-type<br>Activities | Totals                 |
| Primary Government:                               |                      |                         |  |                                      |   |                             |                        |
| Governmental Activities:                          |                      |                         |  |                                      |   |                             |                        |
| General Government                                | \$ 135,084.90        | \$ 41,824.30            | \$ -                                   | \$ -                                 | \$ (93,260.60)                                | \$ -                        | \$ (93,260.60)         |
| Public Safety                                     | 53,212.90            | -                       | -                                      | -                                    | (53,212.90)                                   | -                           | (53,212.90)            |
| Public Works                                      | 169,641.49           | 62,958.28               | 45,661.03                              | -                                    | (61,022.18)                                   | -                           | (61,022.18)            |
| Recreation & Culture                              | 9,781.04             | -                       | -                                      | -                                    | (9,781.04)                                    | -                           | (9,781.04)             |
| Interest on Long-Term Debt                        | 398.54               | -                       | -                                      | -                                    | (398.54)                                      | -                           | (398.54)               |
| <u>Total Governmental Activities</u>              | 368,118.87           | 104,782.58              | 45,661.03                              | -                                    | (217,675.26)                                  | -                           | (217,675.26)           |
| Business-type Activities                          | 169,126.93           | 161,324.41              | -                                      | -                                    | -   | (7,802.52)                  | (7,802.52)             |
| Interest on Long-Term Debt                        | 11,125.37            | -                       | -                                      | -                                    | -   | (11,125.37)                 | (11,125.37)            |
| <u>Total Primary Government</u>                   | <u>\$ 548,371.17</u> | <u>\$ 266,106.99</u>    | <u>\$ 45,661.03</u>                    | <u>\$ -</u>                          | <u>\$ (217,675.26)</u>                        | <u>\$ (18,927.89)</u>       | <u>\$ (236,603.15)</u> |
| <b>General Revenues:</b>                          |                      |                         |  |                                      |   |                             |                        |
| Property Taxes                                    |                      |                         |  |                                      | \$ 153,338.03                                 | \$ -                        | \$ 153,338.03          |
| State Shared Revenues                             |                      |                         |  |                                      | 61,673.00                                     | -                           | 61,673.00              |
| Interest  |                      |                         |  |                                      | 14,291.43                                     | 17,507.00                   | 31,798.43              |
| Other Revenues                                    |                      |                         |  |                                      | 3,509.17                                      | -                           | 3,509.17               |
| Transfers   |                      |                         |  |                                      | -   | -                           | -                      |
| Total General Revenues, Special Items & Transfers |                      |                         |  |                                      | <u>232,811.63</u>                             | <u>17,507.00</u>            | <u>250,318.63</u>      |
| <b>Change in Net Assets</b>                       |                      |                         |  |                                      | 15,136.37                                     | (1,420.89)                  | 13,715.48              |
| <b>Net Assets (Deficit) - Beginning of Year</b>   |                      |                         |  |                                      | <u>671,551.39</u>                             | <u>1,542,768.89</u>         | <u>2,214,320.28</u>    |
| <b>Net Assets (Deficit) - End of Year</b>         |                      |                         |  |                                      | <u>\$ 686,687.76</u>                          | <u>\$ 1,541,348.00</u>      | <u>\$ 2,228,035.76</u> |

The notes are an integral part of the statements.

**Village of Peck**  
Balance Sheet  
Governmental Funds  
March 31, 2007

|   | <b>General<br/>Fund</b>     | <b>Major<br/>Street<br/>Fund</b> | <b>Local<br/>Street<br/>Fund</b> | <b>Municipal<br/>Street<br/>Fund</b> | <b>Moore &amp;<br/>Carter<br/>Fund</b> | <b>Park<br/>Fund</b>    | <b>Senior<br/>Citizen<br/>Fund</b> | <b>Storm<br/>Sewer<br/>Fund</b> | <b>Capital<br/>Project<br/>Fund</b> | <b>Total<br/>Governmental<br/>Funds</b> |
|---|-----------------------------|----------------------------------|----------------------------------|--------------------------------------|--|-------------------------|------------------------------------|---------------------------------|-------------------------------------|---|
| <b><u>Assets</u></b>                        |                             |                                  |                                  |                                      |  |                         |                                    |                                 |                                     |   |
| Cash & Cash Equivalents                     | \$ 117,994.02               | \$ 9,835.41                      | \$ 1,266.14                      | \$ 80,478.90                         | \$ 14,732.79                           | \$ 201.55               | \$ 243.39                          | \$ 20.00                        | \$ -                                | \$ 224,772.20                           |
| Accounts Receivable                         | 44,262.89                   | -                                | -                                | -                                    | -                                      | -                       | -                                  | -                               | -                                   | 44,262.89                               |
| <b><u>Total Assets</u></b>                  | <b><u>\$ 162,256.91</u></b> | <b><u>\$ 9,835.41</u></b>        | <b><u>\$ 1,266.14</u></b>        | <b><u>\$ 80,478.90</u></b>           | <b><u>\$ 14,732.79</u></b>             | <b><u>\$ 201.55</u></b> | <b><u>\$ 243.39</u></b>            | <b><u>\$ 20.00</u></b>          | <b><u>\$ -</u></b>                  | <b><u>\$ 269,035.09</u></b>             |
| <b><u>Liabilities &amp; Fund Equity</u></b> |                             |                                  |                                  |                                      |  |                         |                                    |                                 |                                     |   |
| <b><u>Liabilities</u></b>                   |                             |                                  |                                  |                                      |  |                         |                                    |                                 |                                     |   |
| Accounts Payable                            | \$ 5,633.36                 | \$ 4,613.15                      | \$ 4,613.16                      | \$ 2,295.48                          | \$ -                                   | \$ -                    | \$ -                               | \$ -                            | \$ -                                | \$ 17,155.15                            |
| Due To Other Funds                          | -                           | -                                | -                                | -                                    | -                                      | -                       | -                                  | -                               | -                                   | -                                       |
| <b><u>Total Liabilities</u></b>             | <b><u>5,633.36</u></b>      | <b><u>4,613.15</u></b>           | <b><u>4,613.16</u></b>           | <b><u>2,295.48</u></b>               | <b><u>-</u></b>                        | <b><u>-</u></b>         | <b><u>-</u></b>                    | <b><u>-</u></b>                 | <b><u>-</u></b>                     | <b><u>17,155.15</u></b>                 |
| <b><u>Fund Equity</u></b>                   |                             |                                  |                                  |                                      |  |                         |                                    |                                 |                                     |   |
| Fund Balances:                              |                             |                                  |                                  |                                      |  |                         |                                    |                                 |                                     |   |
| Reserved for Police Equipment               | 24,308.00                   | -                                | -                                | -                                    | -                                      | -                       | -                                  | -                               | -                                   | 24,308.00                               |
| Reserved for DPW Equipment                  | 4,131.00                    | -                                | -                                | -                                    | -                                      | -                       | -                                  | -                               | -                                   | 4,131.00                                |
| Unreserved - Undesignated                   | 128,184.55                  | 5,222.26                         | (3,347.02)                       | 78,183.42                            | 14,732.79                              | 201.55                  | 243.39                             | 20.00                           | -                                   | 223,440.94                              |
| <b><u>Total Fund Equity</u></b>             | <b><u>156,623.55</u></b>    | <b><u>5,222.26</u></b>           | <b><u>(3,347.02)</u></b>         | <b><u>78,183.42</u></b>              | <b><u>14,732.79</u></b>                | <b><u>201.55</u></b>    | <b><u>243.39</u></b>               | <b><u>20.00</u></b>             | <b><u>-</u></b>                     | <b><u>251,879.94</u></b>                |
| <b><u>Total Liab. &amp; Fund Equity</u></b> | <b><u>\$ 162,256.91</u></b> | <b><u>\$ 9,835.41</u></b>        | <b><u>\$ 1,266.14</u></b>        | <b><u>\$ 80,478.90</u></b>           | <b><u>\$ 14,732.79</u></b>             | <b><u>\$ 201.55</u></b> | <b><u>\$ 243.39</u></b>            | <b><u>\$ 20.00</u></b>          | <b><u>\$ -</u></b>                  | <b><u>\$ 269,035.09</u></b>             |

The notes are an integral part of the statements.

**Village of Peck**  
Governmental Funds  
Reconciliation of Fund Balances to the  
Statement of Net Assets (Deficit)  
For The Year Ended March 31, 2007

|  |               |
|--|---------------|
| <b>Total Fund Balances for Governmental Funds &amp; Equipment Fund</b> | \$ 251,879.94 |
|--|---------------|

Amounts reported for governmental activities in the statement of  
net assets (deficit) are different because:

|   |            |
|---|------------|
| Capital Assets used in Governmental Activities are not financial<br>resources and are not reported in the Funds | 525,153.82 |
|---|------------|

|  |                    |
|--|--------------------|
| Long-term bonds payable are not due and payable in the current<br>period and are not reported in the Funds | <u>(90,346.00)</u> |
|--|--------------------|

|  |                             |
|--|-----------------------------|
| <b>Net Assets of Governmental Activities</b> | <u><u>\$ 686,687.76</u></u> |
|--|-----------------------------|

The notes are an integral part of the statements.

# Village of Peck

## Statement of Revenues, Expenditures And Changes in Fund Balances Governmental Fund For The Year Ended March 31, 2007

|  | General              | Major              | Local                | Municipal           | Moore &             |                   | Senior           | Storm           | Capital            | Totals               |
|--|----------------------|--------------------|----------------------|---------------------|---------------------|-------------------|------------------|-----------------|--------------------|----------------------|
|  | Fund                 | Street             | Street               | Street              | Carter              | Park              | Citizen          | Sewer           | Project            | Governmental         |
| <u>Revenues</u>                          | Fund                 | Fund               | Fund                 | Fund                | Fund                | Fund              | Fund             | Fund            | Fund               | Funds                |
| Current Property Taxes                   | \$ 119,777.02        | \$ -               | \$ -                 | \$ 33,561.01        | \$ -                | \$ -              | \$ -             | \$ -            | \$ -               | \$ 153,338.03        |
| State Shared Revenue                     | 61,673.00            | 24,843.90          | 12,774.16            | -                   | -                   | -                 | -                | -               | -                  | 99,291.06            |
| State Trunk Line                         | -                    | 8,042.97           | -                    | -                   | -                   | -                 | -                | -               | -                  | 8,042.97             |
| Charges for Services                     | 103,267.58           | -                  | -                    | -                   | -                   | -                 | 1,515.00         | -               | -                  | 104,782.58           |
| Interest Income                          | 11,765.51            | 340.58             | 18.26                | 1,832.97            | 331.97              | 1.28              | 0.41             | 0.45            | -                  | 14,291.43            |
| Loan Proceeds                            | 23,000.00            | -                  | -                    | -                   | -                   | -                 | -                | -               | -                  | 23,000.00            |
| Miscellaneous                            | 2,215.08             | 854.65             | 439.44               | -                   | -                   | -                 | -                | -               | -                  | 3,509.17             |
| <u>Total Revenues</u>                    | <u>321,698.19</u>    | <u>34,082.10</u>   | <u>13,231.86</u>     | <u>35,393.98</u>    | <u>331.97</u>       | <u>1.28</u>       | <u>1,515.41</u>  | <u>0.45</u>     | <u>-</u>           | <u>406,255.24</u>    |
| <u>Expenditures</u>                      |                      |                    |                      |                     |                     |                   |                  |                 |                    |                      |
| General Government                       | 122,997.88           | -                  | -                    | -                   | -                   | -                 | -                | -               | -                  | 122,997.88           |
| Public Safety                            | 49,134.70            | -                  | -                    | -                   | -                   | -                 | -                | -               | -                  | 49,134.70            |
| Public Works                             | 95,032.22            | 23,736.69          | 23,760.07            | 13,937.77           | -                   | -                 | -                | -               | -                  | 156,466.75           |
| Recreation & Culture                     | -                    | -                  | -                    | -                   | -                   | 3,799.81          | 5,981.23         | -               | -                  | 9,781.04             |
| Capital Outlay                           | 29,762.00            | -                  | -                    | -                   | -                   | -                 | -                | -               | -                  | 29,762.00            |
| Debt Service :                           |                      |                    |                      |                     |                     |                   |                  |                 |                    | -                    |
| Principal                                | 6,795.00             | -                  | -                    | -                   | -                   | -                 | -                | -               | -                  | 6,795.00             |
| Interest                                 | 398.54               | -                  | -                    | -                   | -                   | -                 | -                | -               | -                  | 398.54               |
| <u>Total Expenditures</u>                | <u>304,120.34</u>    | <u>23,736.69</u>   | <u>23,760.07</u>     | <u>13,937.77</u>    | <u>-</u>            | <u>3,799.81</u>   | <u>5,981.23</u>  | <u>-</u>        | <u>-</u>           | <u>375,335.91</u>    |
| <u>Excess of Revenues Over</u>           |                      |                    |                      |                     |                     |                   |                  |                 |                    |                      |
| <u>(Under) Expenditures</u>              | 17,577.85            | 10,345.41          | (10,528.21)          | 21,456.21           | 331.97              | (3,798.53)        | (4,465.82)       | 0.45            | -                  | 30,919.33            |
| <u>Operating Transfers In (Out)</u>      | <u>(36,086.91)</u>   | <u>(6,210.98)</u>  | <u>6,210.98</u>      | <u>-</u>            | <u>-</u>            | <u>11,188.00</u>  | <u>4,400.00</u>  | <u>-</u>        | <u>20,498.91</u>   | <u>-</u>             |
| <b>Net Changes in Fund Balances</b>      | <b>(18,509.06)</b>   | <b>4,134.43</b>    | <b>(4,317.23)</b>    | <b>21,456.21</b>    | <b>331.97</b>       | <b>7,389.47</b>   | <b>(65.82)</b>   | <b>0.45</b>     | <b>20,498.91</b>   | <b>30,919.33</b>     |
| <b>Fund Balances - Beginning of Year</b> | <b>175,132.61</b>    | <b>1,087.83</b>    | <b>970.21</b>        | <b>56,727.21</b>    | <b>14,400.82</b>    | <b>(7,187.92)</b> | <b>309.21</b>    | <b>19.55</b>    | <b>(20,498.91)</b> | <b>220,960.61</b>    |
| <b>Fund Balances - End of Year</b>       | <b>\$ 156,623.55</b> | <b>\$ 5,222.26</b> | <b>\$ (3,347.02)</b> | <b>\$ 78,183.42</b> | <b>\$ 14,732.79</b> | <b>\$ 201.55</b>  | <b>\$ 243.39</b> | <b>\$ 20.00</b> | <b>\$ -</b>        | <b>\$ 251,879.94</b> |

The notes are an integral part of the statements.

**Village of Peck**  
Governmental Funds  
Reconciliation of Statement of Revenues, Expenditures,  
and Changes in Fund Balances of Governmental Funds  
to the Statement of Activities  
For The Year Ended March 31, 2007

**Net Change in Fund Balances - Total Governmental Funds** \$ 30,919.33

Amounts reported for Governmental Activities in the Statement of  
Activities are different because:

Governmental Funds report Capital Outlays as Expenditures;  
in the Statement of Activities, these costs are capitalized and  
allocated over their estimated useful lives as Depreciation 29,762.00

Repayment of Bond Principal is an Expenditure in the Governmental  
Funds, but not in the Statement of Activities (where it  
reduces Long-Term Debt) 6,795.00

Loan Proceeds are recognized as revenue in the Governmental Funds,  
but not in the Statement of Activities (23,000.00)

Depreciation is an Expenditure for the Statement of  
Activities, but is not reported in the Governmental Funds (29,339.96)

**Net Assets of Governmental Activities** \$ 15,136.37

The notes are an integral part of the statements.

**Village of Peck**  
Statement of Net Assets (Deficit)  
Proprietary Funds  
March 31, 2007

|  | <u>Enterprise Funds</u> |                      | <u>Total</u>           |
|--|-------------------------|----------------------|------------------------|
|  | <u>Sewer</u>            | <u>Water</u>         | <u>Enterprise</u>      |
| <u>Assets</u>                                  | <u>Fund</u>             | <u>Fund</u>          | <u>Funds</u>           |
| <u>Current Assets</u>                          |                         |                      |                        |
| Cash & Cash Equivalents                        | \$ 125,106.62           | \$ 214,530.24        | \$ 339,636.86          |
| Accounts Receivable                            | 3,217.45                | -                    | 3,217.45               |
| Current Portion of Interfund Receivables       | 18,244.34               | -                    | 18,244.34              |
| Due From Other Funds                           | -                       | -                    | -                      |
| <u>Total Current Assets</u>                    | <u>146,568.41</u>       | <u>214,530.24</u>    | <u>361,098.65</u>      |
| <u>Noncurrent Assets</u>                       |                         |                      |                        |
| Interfund Notes Receivable                     | 204,725.81              | -                    | 204,725.81             |
| Capital Assets not being Depreciated           | 103,576.40              | -                    | 103,576.40             |
| Capital Assets being Depreciated               | 1,307,933.66            | 959,075.09           | 2,267,008.75           |
| Less: Accumulated Depreciation                 | <u>(650,186.30)</u>     | <u>(490,511.40)</u>  | <u>(1,140,697.70)</u>  |
| <u>Total Noncurrent Assets</u>                 | <u>966,049.57</u>       | <u>468,563.69</u>    | <u>1,434,613.26</u>    |
| <u>Total Assets</u>                            | <u>1,112,617.98</u>     | <u>683,093.93</u>    | <u>1,795,711.91</u>    |
| <u>Liabilities</u>                             |                         |                      |                        |
| <u>Current Liabilities</u>                     |                         |                      |                        |
| Accounts Payable                               | -                       | -                    | -                      |
| Accrued Interest Payable                       | -                       | 7,000.00             | 7,000.00               |
| Current Portion of Long-Term Debt              | <u>-</u>                | <u>28,244.34</u>     | <u>28,244.34</u>       |
| <u>Total Current Liabilities</u>               | <u>-</u>                | <u>35,244.34</u>     | <u>35,244.34</u>       |
| <u>Long-Term Liabilities</u>                   |                         |                      |                        |
| Bonds Payable                                  | <u>-</u>                | <u>219,119.57</u>    | <u>219,119.57</u>      |
| <u>Total Liabilities</u>                       | <u>-</u>                | <u>254,363.91</u>    | <u>254,363.91</u>      |
| <u>Net Assets</u>                              |                         |                      |                        |
| Invested in Capital Assets Net of Related Debt | 761,323.76              | 221,199.78           | 982,523.54             |
| Unrestricted                                   | <u>351,294.22</u>       | <u>207,530.24</u>    | <u>558,824.46</u>      |
| <u>Total Net Assets</u>                        | <u>\$ 1,112,617.98</u>  | <u>\$ 428,730.02</u> | <u>\$ 1,541,348.00</u> |

The notes are an integral part of the statements.

**Village of Peck**  
Statement of Revenues, Expenses, And Changes in Net Assets  
Proprietary Funds  
March 31, 2007

|  | <b>Enterprise Funds</b>    |                          | <b>Total</b>                |
|--|----------------------------|--------------------------|-----------------------------|
|  | <b>Sewer<br/>Fund</b>      | <b>Water<br/>Fund</b>    | <b>Enterprise<br/>Funds</b> |
| <b><u>Operating Revenues</u></b>                   |                            |                          |                             |
| User Charges & Penalties                           | \$ 43,695.70               | \$ 115,999.58            | \$ 159,695.28               |
| Service Connection Charges                         | 949.13                     | 680.00                   | 1,629.13                    |
| <br><u>Total Operating Revenues</u>                | <br>44,644.83              | <br>116,679.58           | <br>161,324.41              |
| <br><b><u>Operating Expenses</u></b>               |                            |                          |                             |
| Operation & Maintenance                            | 32,260.65                  | 51,698.67                | 83,959.32                   |
| General & Administration                           | 18,460.00                  | 15,780.00                | 34,240.00                   |
| Depreciation                                       | 27,039.15                  | 23,888.46                | 50,927.61                   |
| <br><u>Total Operating Expenses</u>                | <br>77,759.80              | <br>91,367.13            | <br>169,126.93              |
| <br><b><u>Operating Income (Loss)</u></b>          | <br>(33,114.97)            | <br>25,312.45            | <br>(7,802.52)              |
| <br><b><u>Nonoperating Revenues (Expenses)</u></b> |                            |                          |                             |
| Interest Earned                                    | 13,852.86                  | 3,654.14                 | 17,507.00                   |
| Interest Expense                                   | -                          | (11,125.37)              | (11,125.37)                 |
| Sale of Capital Assets                             | -                          | -                        | -                           |
| Capital Contribution                               | -                          | -                        | -                           |
| Transfers From (To) Other Funds                    | -                          | -                        | -                           |
| <br><b>Change in Net Assets</b>                    | <br>(19,262.11)            | <br>17,841.22            | <br>(1,420.89)              |
| <br><b><u>Net Assets - Beginning of Year</u></b>   | <br>1,131,880.09           | <br>410,888.80           | <br>1,542,768.89            |
| <br><b><u>Net Assets - End of Year</u></b>         | <br><u>\$ 1,112,617.98</u> | <br><u>\$ 428,730.02</u> | <br><u>\$ 1,541,348.00</u>  |

The notes are an integral part of the statements.



**Village of Peck**  
Statement of Cash Flows  
Proprietary Funds  
For The Year Ended March 31, 2007

|   | <b>Enterprise Funds</b> |                       | <b>Total</b>                |
|---|-------------------------|-----------------------|-----------------------------|
|   | <b>Sewer<br/>Fund</b>   | <b>Water<br/>Fund</b> | <b>Enterprise<br/>Funds</b> |
| <b><u>Cash Flow From Operating Activities</u></b>   |                         |                       |                             |
| Receipts from Customers   | \$ 45,456.64            | \$ 116,679.58         | \$ 162,136.22               |
| Payments for Operation, Maintenance, & Water  | (32,260.65)             | (56,448.24)           | (88,708.89)                 |
| Payments for General & Administration   | (18,460.00)             | (15,780.00)           | (34,240.00)                 |
| <u>Net Cash Provided by Operating Activity</u>  | (5,264.01)              | 44,451.34             | 39,187.33                   |
| <b><u>Cash Flows from Noncapital Financing Activities</u></b>                                 |                         |                       |                             |
| Operating Transfers In (Out)  | 7,800.00                | -                     | 7,800.00                    |
| <u>Net Cash Provided by Noncapital Financing Activities</u>                                   | 7,800.00                | -                     | 7,800.00                    |
| <b><u>Cash Flows from Capital &amp; Related Financing Activities</u></b>                      |                         |                       |                             |
| Interest Expense  | -                       | (11,125.37)           | (11,125.37)                 |
| Net Proceeds from Issuance of Long-Term Debt  | 17,708.63               | (22,709.09)           | (5,000.46)                  |
| Sale (Purchase) of Capital Assets   | -                       | -                     | -                           |
| <u>Net Cash Provided by Capital &amp; Related Financing Activities</u>                        | 17,708.63               | (33,834.46)           | (16,125.83)                 |
| <b><u>Cash Flows From Investing Activities</u></b>  |                         |                       |                             |
| Interest received on Investments  | 13,852.86               | 3,654.14              | 17,507.00                   |
| <b><u>Net Increase (Decrease) in Cash &amp; Cash Equivalents</u></b>                          | 34,097.48               | 14,271.02             | 48,368.50                   |
| <b><u>Cash &amp; Cash Equivalents - Beginning of Year</u></b>                                 | 91,009.14               | 200,259.22            | 291,268.36                  |
| <b><u>Cash &amp; Cash Equivalents - End of Year</u></b>                                       | <u>\$ 125,106.62</u>    | <u>\$ 214,530.24</u>  | <u>\$ 339,636.86</u>        |
| <b><u>Reconciliation of Operating Income (Loss) to Net Cash from Operating Activities</u></b> |                         |                       |                             |
| Operating Income (Loss)   | (33,114.97)             | 25,312.45             | (7,802.52)                  |
| Adjustments to Reconcile Operating Income (Loss) from Operating Activities:                   |                         |                       |                             |
| Depreciation  | 27,039.15               | 23,888.46             | 50,927.61                   |
| Changes in Assets & Liabilities:  |                         |                       |                             |
| Receivables   | 811.81                  | -                     | 811.81                      |
| Accounts Payable  | -                       | (4,749.57)            | (4,749.57)                  |
| <u>Net Cash Provided by Operating Activities</u>  | <u>\$ (5,264.01)</u>    | <u>\$ 44,451.34</u>   | <u>\$ 39,187.33</u>         |

The notes are an integral part of the statements.

# **Village of Peck**

Notes to the Financial Statements  
For The Year Ended March 31, 2007

The accounting methods and procedures adopted by the Village of Peck, Sanilac County, Michigan, conform to generally accepted accounting principles as applied to governmental entities. The following notes to the financial statements are an integral part of the Village's Comprehensive Annual Financial Report.

## **1. Summary of Significant Accounting Policies**

### **Financial Reporting Entity**

The Village of Peck was organized in 1903 and is operating under a seven member Council form of government and provides the following services: public safety (police), highways and streets, sanitation, recreation, public improvements, planning and zoning and general administrative services. As required by generally accepted accounting principles, the financial statements of the reporting entity include those of the Village of Peck (the primary government) and its component units. The component units discussed below are included in the Village reporting entity because of the significance of their operational or financial relationships with the Village.

**Component Units** - In conformity with generally accepted accounting principles, there are no component units of government required to be included in the financial reporting entity either as blended component units or discretely presented component units.

### **Government-wide and Fund Statements Fund**

The Government-wide Financial Statements (i.e., the Statement of Net Assets (Deficit) and the Statement of Activities) report information on all the nonfiduciary activities of the Village (the primary government). The effect of interfund activity has been removed from these statements. Governmental activities, normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function (governmental activities) or identifiable activity (business-type activities) are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or activity. Program revenues include: (1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or activity; and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or activity. Taxes and other revenue items properly excluded from program revenues are reported as general revenue.

Separate financial statements are provided for governmental funds, and fiduciary funds, even though the latter are excluded from the Government-wide Financial Statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

The Village reports the following major governmental funds:

**General Fund** - The General Fund is the Village's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

**Major Street Fund** – The Major Street Fund accounts for maintenance and improvement activities for streets designated as “major” within the Village. Funding is provided primarily through State-shared gas and weight taxes.

**Local Street Fund** – The Local Street Fund accounts for maintenance and improvement activities for streets designated as “local” within the Village. Funding is provided primarily through State-shared gas and weight taxes.

**Municipal Street Fund** – The Municipal Street Fund accounts for maintenance and utilities for streetlights within the Village. Funding is provided primarily through a County and Township millage.

**Village of Peck**  
Notes to the Financial Statements  
For The Year Ended March 31, 2007

**Moore & Carter Building Fund** – This fund accounts for the donation of a building.

**Park Fund** - This fund accounts for the general maintenance of the Village Park. Funding is provided primarily through contributions from the General Fund.

**Senior Citizen Fund** - This fund accounts for the activities in the Senior Citizen center. Funding is provided primarily through renting the center and contributions from the General Fund.

**Storm Sewer Fund** – This fund accounts for the maintenance of the storm sewer system. Funding is provided primarily through interest earnings.

**Capital Project Fund** - This fund accounts for the construction of the Bike Path. Funding is provided primarily through grants and other contributions.

The Village reports the following major Enterprise Funds & Internal Service Fund:

**Water Fund** - The Water Fund accounts for the activities of the water distribution system. Funding is provided primarily through user charges.

**Sewer Fund** - The Sewer Fund accounts for the activities of the sewage disposal system. Funding is provided primarily through user charges.

**Measurement Focus and Basis of Accounting**

The Government-wide Financial Statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenue is recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental Fund Financial Statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized in the accounting period in which they become susceptible to accrual - that is, when they become both measurable and available. Revenue is considered to be available if it is collected within the current period or soon enough thereafter to pay liabilities of the current period, generally collected within 60 days of the end of the current fiscal period. Revenues susceptible to accrual include property taxes, intergovernmental revenues, special assessments, licenses, charges for services, and interest. All other revenue items are considered to be available only when cash is received by the Village. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, and claims and judgments are recorded only when payment is due.

**Cash** - The Village does not pool cash resources of its various funds to facilitate the management of cash. Cash applicable to a particular fund is readily identifiable. The balance in the cash accounts is available to meet current operating requirements. Cash in excess of current requirements is invested in various interest-bearing securities and disclosed as part of the Village's investments.

**Investments** - Debt securities are valued at cost since it is generally the policy of the Village to hold such investments until they mature.

**Due to and Due from Other Funds** - Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed. Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances."

# Village of Peck

Notes to the Financial Statements  
For The Year Ended March 31, 2007

**Property Tax Revenues** - Property taxes are levied on December 1 based on the assessed value of property as listed on the previous December 31. Assessed values are an approximation of market value. A revaluation of all real property must be made every year.

**Vacation, Sick Leave, and other Compensated Absences** - Vacation days are earned by employees at a rate from 4 to 15 days per year with unused days at year-end being forfeited. Sick days are earned by employees at a rate of one day per month during the year. A maximum of 36 unused sick days may be accumulated by an employee. No provision has been made for accumulated sick pay liability since the amount is immaterial to the financial statements taken as a whole.

**Inventories and Prepaid Items** - Inventories are valued at cost, on a first-in, first-out basis. Inventories of governmental funds are recorded as expenditures when purchased. Inventories and supplies held by the Water Fund and the Sewer Fund, which are immaterial in amount, have not been recognized. Certain payments to vendors reflect costs applicable to future fiscal years and are recorded as prepaid items in both Government-wide and Fund Financial Statements.

**Capital Assets** - Capital assets, which include buildings and equipment, are reported in the applicable governmental column in the Government-wide Financial Statements. Capital assets are defined by the Village as assets with an initial individual cost of more than \$1,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

Capital assets are depreciated using the straight-line method over the following useful lives:

|                                    |                |
|------------------------------------|----------------|
| Infrastructure                     | 30 to 50 years |
| Water & Sewer Distribution Systems | 20 to 75 years |
| Buildings & Building Improvements  | 20 to 40 years |
| Machinery & Equipment              | 3 to 10 years  |

**Long-Term Obligations** - In the Government-wide Financial Statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of net assets. Bond premiums and discounts, issuance costs, and the deferred amount on refunding are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount and deferred amount on refunding. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts are reported as other financing uses. Issuance costs are reported as debt service expenditures.

**Fund Equity** - In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

**Use of Estimates** - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the period. Actual results could differ from those estimates.

**Village of Peck**  
Notes to the Financial Statements  
For The Year Ended March 31, 2007

**Accounting Changes**

**GASB Statement No. 34** – Effective April 1, 2004, the Village implemented the provisions of Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments* (GASB No. 34). Changes to the Village's financial statements as a result of GASB No. 34 are as follows:

- A management's discussion and analysis (MD&A) section providing analysis of the Village's overall financial position and results of operations has been included.
- Government-wide Financial Statements (statement of net assets (deficit) and statement of activities) prepared using full accrual accounting for all of the Village's activities have been provided.
- Capital assets in the governmental activities column of the statement of net assets (deficit) includes assets not previously accounted for by the Village as well as assets previously reported in the General Fixed Assets Account Group. In addition, the governmental activities column includes bonds and other long-term obligations previously reported in the General Long-term Debt Account Group.
- The fund financial statements focus on major funds rather than fund types.

**2. Stewardship, Compliance, and Accountability**

**Budgetary Information**

The Village is legally subject to the budgetary control requirements of State of Michigan P.A. 621 of 1978 (the Uniform Budgeting Act). The following statements represent a brief synopsis of the major provisions of this Act:

1. Budgets must be adopted for the General Fund and Special Revenue Funds, Debt Service Funds, Capital Project Funds.
2. The budgets must be balanced. The balanced budget may include a contribution to or appropriation from fund balance.
3. The budgets must be amended when necessary.
4. Debt cannot be entered into unless permitted by law.
5. Expenditures cannot exceed budget appropriations.
6. Expenditures cannot be made unless authorized in the budget.
7. Public hearings must be held before budget adoptions.

In the body of the financial statements, the Village actual expenditures and budgeted expenditures for the budgetary funds have been shown on a functional basis. The budget is used by the Village Council as a management tool during the year for all budgetary funds. The budgets are adopted on a cash basis, which is not consistent with generally accepted accounting principles. Budgetary control is exercised at the departmental level. Budgets for the General Fund and the major Special Revenue Funds, Debt Service Funds, and Capital Project Funds are presented in the required supplemental information.

**Village of Peck**  
Notes to the Financial Statements  
For The Year Ended March 31, 2007

**2. Stewardship, Compliance, and Accountability - Continued**

During the year ended March 31, 2007, the Village incurred expenditures in certain budgetary funds which were in excess of the amounts appropriated, as follows:

|  | <u>Total<br/>Appropriations</u> | <u>Amount of<br/>Expenditures</u> | <u>Budget<br/>Variance</u> |
|--|---------------------------------|-----------------------------------|----------------------------|
| <b><u>General Fund</u></b>                 |                                 |                                   |                            |
| General Government - Supplies              | \$ 3,500                        | \$ 5,292                          | \$ 1,792                   |
| General Government - Professional Fees     | 8,500                           | 10,493                            | 1,993                      |
| General Government - Utilities / Telephone | 4,750                           | 5,541                             | 791                        |
| General Government - Election              | -                               | 246                               | 246                        |
| Public Safety - Supplies & R&M             | 2,000                           | 3,118                             | 1,118                      |
| Public Works - Supplies                    | 5,000                           | 6,113                             | 1,113                      |
| Public Works - R&M                         | 3,500                           | 6,642                             | 3,142                      |
| Public Works - Gas & Repairs               | 8,500                           | 8,639                             | 139                        |
| Public Works - Trash Collection            | 22,500                          | 24,515                            | 2,015                      |
| Capital Outlay                             | 8,500                           | 29,762                            | 21,262                     |
| Transfer Out                               | 17,000                          | 36,087                            | 19,087                     |
| <b><u>Major Street Fund</u></b>            |                                 |                                   |                            |
| Salaries & Wages                           | 500                             | 782                               | 282                        |
| Fringe Benefits                            | 1,000                           | 1,388                             | 388                        |
| Administration & Record-keeping            | 1,000                           | 3,408                             | 2,408                      |
| <b><u>Local Streets</u></b>                |                                 |                                   |                            |
| Fringe Benefits                            | 1,200                           | 1,717                             | 517                        |
| Administration & Record-keeping            | 600                             | 1,944                             | 1,344                      |
| Equipment Rent                             | 7,000                           | 7,221                             | 221                        |

**3. Cash and Investments**

Michigan Compiled Laws, Section 129.91, authorizes the Local Unit to deposit and invest in the accounts of Federally insured banks, credit unions, and savings and loan associations; bonds, securities and other direct obligations of the United States, or any agency or instrumentality of the United States; United States government or Federal agency obligation repurchase agreements; bankers' acceptance of United States banks; commercial paper rated by two standard rating agencies within the two highest classifications, which mature not more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivisions which are rated investment grade; and mutual funds composed of investment vehicles which are legal for direct investment by local units of government in Michigan. Financial institutions eligible for deposit of public funds must maintain an office in Michigan.

The Village Council has designated two banks for the deposit of Village funds. The investment policy adopted by the council is in accordance with Public Act 196 of 1997. The Council has authorized investment in bank accounts and CDs, but not the remainder of State statutory authority as listed above. All cash deposits and investments of the Village are held by the Village in the Village's name.

At year end, the deposits and investments were reported in the basic financial statements in the following categories:

|                         | <u>Governmental<br/>Activities</u> | <u>Business-type<br/>Activities</u> | <u>Total<br/>Primary<br/>Government</u> |
|-------------------------|------------------------------------|-------------------------------------|---|
| Cash & Cash Equivalents | \$ 224,772                         | \$ 339,637                          | \$ 564,409                              |

**Village of Peck**  
Notes to the Financial Statements  
For The Year Ended March 31, 2007

**3. Cash and Investments – Continued**

The breakdown between deposits and investments is as follows:

|  | <u>Primary<br/>Government</u> |
|--|-------------------------------|
| Bank Deposits (Checking & Savings Accounts, CDs) | <u>\$ 564,409</u>             |

The bank balance of the primary government's deposits is \$564,409, of which \$200,000 is covered by federal depository insurance and \$-0- is collateralized with U.S. Treasury securities held by the pledging financial institution's trust department in the Village's name.

The GASB Statement 3 risk disclosures for the Local Unit's investments are as follows:

| Investment Type              | <u>(1)</u>        | <u>(2)</u>  | <u>(3)</u>  | <u>Carrying<br/>Amount</u> | <u>Market<br/>Value</u> |
|------------------------------|-------------------|-------------|-------------|----------------------------|-------------------------|
| Risk Categorized             |                   |             |             |                            |                         |
| Operating Funds              |                   |             |             |                            |                         |
| GNMA Pool                    | \$ 165,269        | \$ -        | \$ -        | \$ 165,269                 | \$ 165,269              |
| A.G. Edwards Cash Accum Fund | <u>\$ 19,505</u>  | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 19,505</u>           | <u>\$ 19,505</u>        |
| Total Risk-Categorized       |                   |             |             |                            |                         |
| Investments                  | <u>\$ 184,774</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 184,774</u>          | <u>\$ 184,774</u>       |

The cash and investments that are represented by specific identifiable investment securities are classified as to credit risk by the three categories described below:

|            |  |
|------------|--|
| Category 1 | Insured or registered, or securities held by the Village or its agent in the Village's name.   |
| Category 2 | Uninsured and unregistered, with securities held by the counterparty's trust department or agent in the Village's name.                  |
| Category 3 | Uninsured and unregistered, with securities held by the counterparty, or by its trust department or agent but not in the Village's name. |

**Village of Peck**  
Notes to the Financial Statements  
For The Year Ended March 31, 2007

**4. Property Taxes**

The Village is responsible for collecting property taxes in accordance with enabling state legislation. Property taxes become a lien on the first day of July of the levy year and may be paid by the following August 31.

Property taxes are recognized in compliance with NCGAI-3 which states that such revenue is recorded when it becomes measurable and available.

The Village levied the following taxes:

|                   |                       |       |
|-------------------|-----------------------|-------|
| General Operating | 10.5337               | mills |
| Municipal Streets | <u>0.5400</u>         | mills |
| Total             | <u><u>11.0737</u></u> |       |

**5. Capital Assets**

Capital Assets activity of the Village's governmental activities (and business-type) was as follows:

|   | Balance<br>April 1, 2006   | Additions                 | Disposals &<br>Adjustments | Balance<br>March 31, 2007  |
|---|----------------------------|---------------------------|----------------------------|----------------------------|
| <b>Governmental Activities:</b>             |                            |                           |                            |                            |
| Capital Assets not being Depreciated - Land | \$ 15,000                  | \$ -                      | \$ -                       | \$ 15,000                  |
| Capital Assets Being Depreciated:           |                            |                           |                            |                            |
| General Government                          | 449,614                    | -                         | -                          | 449,614                    |
| Public Safety                               | 20,391                     | -                         | -                          | 20,391                     |
| Public Works                                | <u>216,921</u>             | <u>29,762</u>             | <u>-</u>                   | <u>246,683</u>             |
| Total Capital Assets being Depreciated      | 638,930                    | 29,762                    | -                          | 716,688                    |
| Accumulated Depreciation:                   |                            |                           |                            |                            |
| General Government                          | 78,726                     | 12,087                    | -                          | 90,813                     |
| Public Safety                               | 6,117                      | 4,078                     | -                          | 10,195                     |
| Public Works                                | <u>106,552</u>             | <u>13,175</u>             | <u>-</u>                   | <u>119,727</u>             |
| Total Accumulated Depreciation              | <u>161,285</u>             | <u>29,340</u>             | <u>-</u>                   | <u>220,735</u>             |
| <b>Net Capital Assets</b>                   | <u><u>\$ 492,645</u></u>   | <u><u>\$ 422</u></u>      | <u><u>\$ -</u></u>         | <u><u>\$ 510,953</u></u>   |
| <b>Business-type Activities:</b>            |                            |                           |                            |                            |
| Capital Assets not being Depreciated - Land | \$ 103,576                 | \$ -                      | \$ -                       | \$ 103,576                 |
| Capital Assets Being Depreciated:           |                            |                           |                            |                            |
| Sewage Treatment Plant                      | 1,307,934                  | -                         | -                          | 1,307,934                  |
| Water Distribution System                   | <u>959,075</u>             | <u>-</u>                  | <u>-</u>                   | <u>959,075</u>             |
| Total Capital Assets being Depreciated      | 2,267,009                  | -                         | -                          | 2,267,009                  |
| Accumulated Depreciation:                   |                            |                           |                            |                            |
| Sewage Treatment Plant                      | 623,147                    | 27,039                    | -                          | 650,186                    |
| Water Distribution System                   | <u>466,622</u>             | <u>23,888</u>             | <u>-</u>                   | <u>490,510</u>             |
| Total Accumulated Depreciation              | <u>1,036,992</u>           | <u>50,927</u>             | <u>-</u>                   | <u>1,140,696</u>           |
| <b>Net Capital Assets</b>                   | <u><u>\$ 1,333,593</u></u> | <u><u>\$ (50,927)</u></u> | <u><u>\$ -</u></u>         | <u><u>\$ 1,229,889</u></u> |



**Village of Peck**  
Notes to the Financial Statements  
For The Year Ended March 31, 2007

**5. Capital Assets - Continued**

Depreciation expense was charged to programs of the primary government as follows:

|                                  |    |               |
|----------------------------------|----|---------------|
| <b>Governmental Activities:</b>  |    |               |
| General Government               | \$ | 12,087        |
| Public Safety                    |    | 4,078         |
| Public Works                     |    | 13,175        |
| Total Governmental Activities    | \$ | <u>29,340</u> |
| <b>Business-type Activities:</b> |    |               |
| Sewer Fund                       | \$ | 27,039        |
| Water Fund                       |    | 23,888        |
| Total Business-type Activities   | \$ | <u>50,927</u> |

**6. Interfund Receivables, Payables, & Transfers**

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "Due from other funds" or "Due to other funds" on the balance sheet. The amounts of interfund receivables and payables are as follows:

|            | <b>Due From<br/>Other Funds</b> |                              | <b>Due To<br/>Other Funds</b> |
|------------|---------------------------------|------------------------------|-------------------------------|
| Sewer Fund | \$ 60,606                       | General Fund - M/H Building  | \$ 30,606                     |
|            | -                               | (L/T Debt) Major Street Fund | 30,000                        |
| Total      | <u>\$ 60,606</u>                | Total                        | <u>\$ 60,606</u>              |

Interfund Transfers reported in the Fund Statements are as follows:

|                      | <b>Operating<br/>Transfers In</b> |               | <b>Operating<br/>Transfers Out</b> |
|----------------------|-----------------------------------|---------------|------------------------------------|
| Local Streets        | \$ 6,211                          | Major Streets | \$ 6,211                           |
| Senior Citizen Fund  | 4,400                             | General Fund  | 4,400                              |
| Park Fund            | 11,188                            | General Fund  | 11,188                             |
| Capital Project Fund | 20,499                            | General Fund  | 20,499                             |

**7. Post Employment Benefits**

The Village does not provide any post employment benefits.

**8. Deficit Fund Balance or Retained Earnings Balances of Individual Funds**

Local Street Fund

**Village of Peck**  
Notes to the Financial Statements  
For The Year Ended March 31, 2007

**9. Long-Term Debt**

|  | <u>Interest<br/>Rate Ranges</u> | <u>Principal<br/>Maturity<br/>Ranges</u> | <u>Beginning<br/>Balance</u> | <u>Additions<br/>(Reductions)</u> | <u>Ending<br/>Balance</u> | <u>Due Within<br/>One Year</u> |
|--|---------------------------------|--|------------------------------|-----------------------------------|---------------------------|--------------------------------|
| <b>Governmental Activities</b>                   |                                 |  |                              |                                   |                           |                                |
| General Obligation Bonds & Contracts             |                                 |  |                              |                                   |                           |                                |
| Tri-County Bank - 2004 Ford Crown Victoria       |                                 |  |                              |                                   |                           |                                |
| Amount of Issue - \$20,391                       |                                 | \$6,607 -                                |                              |                                   |                           |                                |
| Maturing through 2007                            | 2.85%                           | \$6,989                                  | \$ 13,784                    | \$ (6,795)                        | \$ 6,989                  | \$ 6,989                       |
| Tri County Bank - Ford NH Backhoe                |                                 |  |                              |                                   |                           |                                |
| Amount of Issue - \$23,000                       |                                 |  |                              |                                   |                           |                                |
| Maturing through 2007                            | 3.90%                           | \$23,000                                 | \$ -                         | \$ 23,000                         | \$ 23,000                 | \$ 23,000                      |
| Interfund Loan - Acquisition of M/C Building     |                                 |  |                              |                                   |                           |                                |
| Amount of Issue - \$30,606                       |                                 |  |                              |                                   |                           |                                |
| Maturing terms not established                   | 5.00%                           | \$30,606                                 | \$ 30,606                    | \$ -                              | \$ 30,606                 | \$ -                           |
| Interfund Loan - Major Street Resurfacing        |                                 |  |                              |                                   |                           |                                |
| Amount of Issue - \$30,000                       |                                 |  |                              |                                   |                           |                                |
| Maturing terms not established                   | 0.00%                           | \$30,000                                 | \$ 30,000                    | \$ -                              | \$ 30,000                 | \$ -                           |
| <b>Total Governmental Activities</b>             |                                 |  | <u>\$ 74,390</u>             | <u>\$ 16,205</u>                  | <u>\$ 90,595</u>          | <u>\$ 29,989</u>               |
| <b>Business-type Activities</b>                  |                                 |  |                              |                                   |                           |                                |
| Revenue Bonds & Interfund Loans                  |                                 |  |                              |                                   |                           |                                |
| 1984 Water Supply System Revenue Refunding Bonds |                                 |  |                              |                                   |                           |                                |
| Amount of Issue - \$345,000                      | 4.25% -                         | \$5,000 -                                |                              |                                   |                           |                                |
| Maturing through 2024                            | 7.25%                           | \$25,000                                 | \$ 90,000                    | \$ (5,000)                        | \$ 85,000                 | \$ 10,000                      |
| 2004 Sewer Fund Loan to Water Fund               |                                 |  |                              |                                   |                           |                                |
| Amount of Issue - \$197,263                      |                                 |  |                              |                                   |                           |                                |
| Maturing through 2014                            | 3.00%                           | \$11,490                                 | \$ 180,073                   | \$ (17,709)                       | \$ 162,364                | \$ 18,244                      |
| <b>Total Business-type Activities</b>            |                                 |  | <u>\$ 270,073</u>            | <u>\$ (22,709)</u>                | <u>\$ 247,364</u>         | <u>\$ 28,244</u>               |
| <b>Total Primary Government</b>                  |                                 |  | <u><u>\$ 344,463</u></u>     | <u><u>\$ (6,504)</u></u>          | <u><u>\$ 337,959</u></u>  | <u><u>\$ 58,233</u></u>        |

Annual debt service requirements to maturity for the above governmental bond and contract obligations are as follows:

| Years Ending<br>March 31, | <b>Governmental Activities</b> |                        |                         |              | <b>Business-type Activities</b> |                         |                          |
|---------------------------|--------------------------------|------------------------|-------------------------|--------------|---------------------------------|-------------------------|--------------------------|
|                           | <u>Principal</u>               | <u>Interest</u>        | <u>Total</u>            |              | <u>Principal</u>                | <u>Interest</u>         | <u>Total</u>             |
| 2008                      | \$ 29,989                      | \$ 1,096               | \$ 31,085               |              | \$ 28,244                       | \$ 10,105               | \$ 38,349                |
| 2009                      | -                              | -                      | -                       |              | 28,796                          | 8,904                   | 37,700                   |
| 2010                      | -                              | -                      | -                       |              | 29,364                          | 7,681                   | 37,045                   |
| 2011                      | -                              | -                      | -                       |              | 29,949                          | 6,435                   | 36,384                   |
| 2012                      | -                              | -                      | -                       |              | 30,552                          | 5,165                   | 35,717                   |
| 2013-2015                 | -                              | -                      | -                       |              | 100,459                         | 7,607                   | 108,066                  |
| <b>Total</b>              | <u><u>\$ 29,989</u></u>        | <u><u>\$ 1,096</u></u> | <u><u>\$ 31,085</u></u> | <b>Total</b> | <u><u>\$ 247,364</u></u>        | <u><u>\$ 45,897</u></u> | <u><u>\$ 293,261</u></u> |

The Interfund Loans from Sewer to the Moore & Carter Building Fund and Major Street Fund in the amounts of \$30,606 and \$30,000, respectively are on-demand notes. However, the Village is reporting the loans in long-term debt because it is not expected that the loans will be paid in the foreseeable future.

**Village of Peck**  
Notes to the Financial Statements  
For The Year Ended March 31, 2007

**10. Risk Management**

The Village is exposed to various risks of loss related to property loss, torts, errors and omissions, employee injuries, as well as medical and workman's compensation benefits provided to employees. The Village has purchased commercial insurance for the various risks of loss stated above.

Settled claims for the commercial insurance have not exceeded the amount of coverage in any of the past three years. There was no reduction in coverage's obtained through commercial insurance during the past year.

**11. Special Assessments Receivable**

The Village has specially assessed sewer system users to repay refunding bonds issued. The assessments are due over 30 years and bear interest solely to finance construction costs of the sewer system.

### **Required Supplemental Information**

**Village of Peck**  
Required Supplemental Information  
Budgetary Comparison Schedule  
General Fund  
For The Year Ended March 31, 2007

|                                    | <b>Original<br/>Budget</b> | <b>Amended<br/>Budget</b> | <b>Actual</b> | <b>Variance<br/>with<br/>Amended<br/>Budget</b> |
|------------------------------------|----------------------------|---------------------------|---------------|---|
| <b><u>Revenues</u></b>             |                            |                           |               |   |
| <b><u>Taxes</u></b>                |                            |                           |               |   |
| Current Property Tax               | \$ 116,150.00              | \$ 116,150.00             | \$ 119,777.02 | \$ 3,627.02                                     |
| <b><u>State Shared Revenue</u></b> | 64,500.00                  | 64,500.00                 | 61,673.00     | (2,827.00)                                      |
| <b><u>Charges for Services</u></b> |                            |                           |               |   |
| Administration & Record-keeping    | 26,000.00                  | 26,000.00                 | 39,192.00     | 13,192.00                                       |
| Liquor Licenses                    | 1,200.00                   | 1,200.00                  | 1,117.30      | (82.70)   |
| Garbage Collections                | 22,500.00                  | 22,500.00                 | 25,535.17     | 3,035.17  |
| <u>Total Charges for Services</u>  | 49,700.00                  | 49,700.00                 | 65,844.47     | 16,144.47                                       |
| <b><u>Interest &amp; Rents</u></b> |                            |                           |               |   |
| Equipment & Building Rent          | 31,500.00                  | 31,500.00                 | 37,423.11     | 5,923.11  |
| Interest Income                    | 11,000.00                  | 11,000.00                 | 11,765.51     | 765.51  |
| <u>Total Interest &amp; Rents</u>  | 42,500.00                  | 42,500.00                 | 49,188.62     | 6,688.62  |
| <b><u>Other Revenues</u></b>       |                            |                           |               |   |
| Miscellaneous                      | 5,000.00                   | 5,000.00                  | 2,215.08      | (2,784.92)                                      |
| Loan Proceeds                      | 23,000.00                  | 23,000.00                 | 23,000.00     | -   |
| <u>Total Revenues</u>              | \$ 300,850.00              | \$ 300,850.00             | \$ 321,698.19 | \$ 20,848.19                                    |

**Village of Peck**  
Required Supplemental Information  
Budgetary Comparison Schedule  
General Fund  
For The Year Ended March 31, 2007

|   | <b>Original<br/>Budget</b> | <b>Amended<br/>Budget</b>  | <b>Actual</b>               | <b>Variance<br/>with<br/>Amended<br/>Budget</b> |
|---|----------------------------|----------------------------|-----------------------------|---|
| <b><u>Expenditures</u></b>  |                            |                            |                             |   |
| <b><u>General Government</u></b>  |                            |                            |                             |   |
| Wages   | \$ 31,000.00               | \$ 31,000.00               | \$ 28,513.98                | \$ 2,486.02                                     |
| Officials' Salaries   | 16,000.00                  | 16,000.00                  | 15,293.91                   | 706.09  |
| Fringe Benefits   | 10,000.00                  | 10,000.00                  | 8,366.41                    | 1,633.59  |
| Supplies  | 3,500.00                   | 3,500.00                   | 5,292.11                    | (1,792.11)                                      |
| Professional Fees   | 8,500.00                   | 8,500.00                   | 10,493.31                   | (1,993.31)                                      |
| Insurance   | 43,000.00                  | 43,000.00                  | 42,470.45                   | 529.55  |
| Utilities/Telephone   | 4,750.00                   | 4,750.00                   | 5,540.54                    | (790.54)  |
| Election  | -                          | -                          | 245.92                      | (245.92)  |
| Drains at Large Assessment  | 3,500.00                   | 3,500.00                   | -                           | 3,500.00  |
| Repairs & Maintenance   | 3,000.00                   | 3,000.00                   | 1,085.18                    | 1,914.82  |
| Miscellaneous   | 98,600.00                  | 98,600.00                  | 5,696.07                    | 92,903.93                                       |
| <b><u>Total General Government</u></b>  | <b><u>221,850.00</u></b>   | <b><u>221,850.00</u></b>   | <b><u>122,997.88</u></b>    | <b><u>98,852.12</u></b>                         |
| <b><u>Public Safety</u></b>   |                            |                            |                             |   |
| Wages   | 40,000.00                  | 40,000.00                  | 39,450.49                   | 549.51  |
| Employee Benefits   | 8,500.00                   | 8,500.00                   | 3,692.67                    | 4,807.33  |
| Auto Expense  | 3,500.00                   | 3,500.00                   | 2,707.59                    | 792.41  |
| Supplies/Repairs & Maintenance  | 2,000.00                   | 2,000.00                   | 3,117.98                    | (1,117.98)                                      |
| Miscellaneous   | 2,000.00                   | 2,000.00                   | 165.97                      | 1,834.03  |
| <b><u>Total Public Safety</u></b>   | <b><u>56,000.00</u></b>    | <b><u>56,000.00</u></b>    | <b><u>49,134.70</u></b>     | <b><u>6,865.30</u></b>                          |
| <b><u>Public Works</u></b>  |                            |                            |                             |   |
| Wages   | 48,000.00                  | 48,000.00                  | 37,798.67                   | 10,201.33                                       |
| Employee Benefits   | 24,000.00                  | 24,000.00                  | 11,324.67                   | 12,675.33                                       |
| Supplies  | 5,000.00                   | 5,000.00                   | 6,112.63                    | (1,112.63)                                      |
| Repairs/Park Mowing/Sidewalks   | 3,500.00                   | 3,500.00                   | 6,641.99                    | (3,141.99)                                      |
| Gas & Repairs   | 8,500.00                   | 8,500.00                   | 8,639.17                    | (139.17)  |
| Trash Collection  | 22,500.00                  | 22,500.00                  | 24,515.09                   | (2,015.09)                                      |
| <b><u>Total Public Works</u></b>  | <b><u>111,500.00</u></b>   | <b><u>111,500.00</u></b>   | <b><u>95,032.22</u></b>     | <b><u>16,467.78</u></b>                         |
| Capital Outlay  | 8,500.00                   | 8,500.00                   | 29,762.00                   | (21,262.00)                                     |
| Debt Service - Principal  | 6,800.00                   | 6,800.00                   | 6,795.00                    | 5.00  |
| Debt Service - Interest   | 700.00                     | 700.00                     | 398.54                      | 301.46  |
| <b><u>Total Expenditures</u></b>  | <b><u>405,350.00</u></b>   | <b><u>405,350.00</u></b>   | <b><u>304,120.34</u></b>    | <b><u>101,229.66</u></b>                        |
| <b><u>Excess of Revenues Over (Under) Expenditures</u></b>                                      | <b><u>(104,500.00)</u></b> | <b><u>(104,500.00)</u></b> | <b><u>17,577.85</u></b>     | <b><u>122,077.85</u></b>                        |
| <b><u>Other Financing Sources (Uses)</u></b>  |                            |                            |                             |   |
| Transfers In (Out)  | (17,000.00)                | (17,000.00)                | (36,086.91)                 | (19,086.91)                                     |
| <b><u>Excess of Revenues &amp; Other Sources Over (Under) Expenditures &amp; Other Uses</u></b> | <b><u>(121,500.00)</u></b> | <b><u>(121,500.00)</u></b> | <b><u>(18,509.06)</u></b>   | <b><u>102,990.94</u></b>                        |
| <b><u>Fund Balance - Beginning of Year</u></b>  | <b><u>121,500.00</u></b>   | <b><u>121,500.00</u></b>   | <b><u>175,132.61</u></b>    | <b><u>53,632.61</u></b>                         |
| <b><u>Fund Balance - End of Year</u></b>  | <b><u>\$ -</u></b>         | <b><u>\$ -</u></b>         | <b><u>\$ 156,623.55</u></b> | <b><u>\$ 156,623.55</u></b>                     |

**Village of Peck**  
Required Supplemental Information  
Budgetary Comparison Schedule  
Major Street Fund  
For The Year Ended March 31, 2007

|  | <b>Original<br/>Budget</b> | <b>Amended<br/>Budget</b> | <b>Actual</b>      | <b>Variance<br/>with<br/>Amended<br/>Budget</b> |
|--|----------------------------|---------------------------|--------------------|---|
| <b><u>Revenues</u></b>                                     |                            |                           |                    |   |
| State Shared Revenue                                       | \$ 24,000.00               | \$ 24,000.00              | \$ 24,843.90       | \$ 843.90                                       |
| State Trunk Line Maintenance                               | 8,000.00                   | 8,000.00                  | 8,042.97           | 42.97   |
| Interest Income  | 100.00                     | 100.00                    | 340.58             | 240.58  |
| Miscellaneous  | 2,000.00                   | 2,000.00                  | 854.65             | (1,145.35)                                      |
| <b><u>Total Revenues</u></b>                               | <b>34,100.00</b>           | <b>34,100.00</b>          | <b>34,082.10</b>   | <b>(17.90)</b>                                  |
| <b><u>Expenditures</u></b>                                 |                            |                           |                    |   |
| Salaries & Wages   | 500.00                     | 500.00                    | 782.25             | (282.25)  |
| Fringe Benefits  | 1,000.00                   | 1,000.00                  | 1,388.17           | (388.17)  |
| Administration & Record-keeping                            | 1,000.00                   | 1,000.00                  | 3,408.00           | (2,408.00)                                      |
| Repairs & Maintenance                                      | 10,500.00                  | 10,500.00                 | 7,187.26           | 3,312.74  |
| Trunk Line Maintenance                                     | 13,000.00                  | 13,000.00                 | 9,747.76           | 3,252.24  |
| Equipment Rent   | 2,100.00                   | 2,100.00                  | 1,223.25           | 876.75  |
| Other Expenditures   | 100.00                     | 100.00                    | -                  | 100.00  |
| Capital Outlay   | -                          | -                         | -                  | -   |
| <b><u>Total Expenditures</u></b>                           | <b>28,200.00</b>           | <b>28,200.00</b>          | <b>23,736.69</b>   | <b>4,463.31</b>                                 |
| <b><u>Excess of Revenues Over (Under) Expenditures</u></b> | <b>5,900.00</b>            | <b>5,900.00</b>           | <b>10,345.41</b>   | <b>4,445.41</b>                                 |
| <b><u>Other Financing Sources (Uses)</u></b>               |                            |                           |                    |   |
| Transfers In (Out)   | (7,000.00)                 | (7,000.00)                | (6,210.98)         | 789.02  |
| <b><u>Net Change in Fund Balance</u></b>                   | <b>(1,100.00)</b>          | <b>(1,100.00)</b>         | <b>4,134.43</b>    | <b>5,234.43</b>                                 |
| <b><u>Fund Balance - Beginning of Year</u></b>             | <b>1,100.00</b>            | <b>1,100.00</b>           | <b>1,087.83</b>    | <b>(12.17)</b>                                  |
| <b><u>Fund Balance - End of Year</u></b>                   | <b>\$ -</b>                | <b>\$ -</b>               | <b>\$ 5,222.26</b> | <b>\$ 5,222.26</b>                              |

**Village of Peck**  
Required Supplemental Information  
Budgetary Comparison Schedule  
Local Street Fund  
For The Year Ended March 31, 2007

|  | <b>Original<br/>Budget</b> | <b>Amended<br/>Budget</b> | <b>Actual</b>        | <b>Variance<br/>with<br/>Amended<br/>Budget</b> |
|--|----------------------------|---------------------------|----------------------|---|
| <b><u>Revenues</u></b>                                     |                            |                           |                      |   |
| State Shared Revenue                                       | \$ 12,300.00               | \$ 12,300.00              | \$ 12,774.16         | \$ 474.16                                       |
| Interest Income  | 50.00                      | 50.00                     | 18.26                | (31.74)   |
| Other Revenues   | 1,000.00                   | 1,000.00                  | 439.44               | (560.56)  |
| <u>Total Revenues</u>                                      | <u>13,350.00</u>           | <u>13,350.00</u>          | <u>13,231.86</u>     | <u>(118.14)</u>                                 |
| <b><u>Expenditures</u></b>                                 |                            |                           |                      |   |
| Salaries & Wages   | 6,000.00                   | 6,000.00                  | 4,775.72             | 1,224.28  |
| Fringe Benefits  | 1,200.00                   | 1,200.00                  | 1,717.37             | (517.37)  |
| Administration & Record-keeping                            | 600.00                     | 600.00                    | 1,944.00             | (1,344.00)                                      |
| Repairs & Maintenance                                      | 8,500.00                   | 8,500.00                  | 8,101.68             | 398.32  |
| Equipment Rent   | 7,000.00                   | 7,000.00                  | 7,221.30             | (221.30)  |
| Other Expenditures   | 50.00                      | 50.00                     | -                    | 50.00   |
| Capital Outlay   | -                          | -                         | -                    | -   |
| <u>Total Expenditures</u>                                  | <u>23,350.00</u>           | <u>23,350.00</u>          | <u>23,760.07</u>     | <u>(410.07)</u>                                 |
| <b><u>Excess of Revenues Over (Under) Expenditures</u></b> | <u>(10,000.00)</u>         | <u>(10,000.00)</u>        | <u>(10,528.21)</u>   | <u>(528.21)</u>                                 |
| <b><u>Other Financing Sources (Uses)</u></b>               |                            |                           |                      |   |
| Transfers In (Out)   | 9,000.00                   | 9,000.00                  | 6,210.98             | (2,789.02)                                      |
| <b><u>Net Change in Fund Balances</u></b>                  | <u>(1,000.00)</u>          | <u>(1,000.00)</u>         | <u>(4,317.23)</u>    | <u>(3,317.23)</u>                               |
| <b><u>Fund Balance - Beginning of Year</u></b>             | <u>1,000.00</u>            | <u>1,000.00</u>           | <u>970.21</u>        | <u>(29.79)</u>                                  |
| <b><u>Fund Balance - End of Year</u></b>                   | <u>\$ -</u>                | <u>\$ -</u>               | <u>\$ (3,347.02)</u> | <u>\$ (3,347.02)</u>                            |



**Village of Peck**  
Required Supplemental Information  
Budgetary Comparison Schedule  
Municipal Street Fund  
For The Year Ended March 31, 2007

|  | <b>Original<br/>Budget</b> | <b>Amended<br/>Budget</b> | <b>Actual</b>       | <b>Variance<br/>with<br/>Amended<br/>Budget</b> |
|--|----------------------------|---------------------------|---------------------|---|
| <b><u>Revenues</u></b>                                     |                            |                           |                     |   |
| Property Taxes   | \$ 30,000.00               | \$ 30,000.00              | \$ 33,561.01        | \$ 3,561.01                                     |
| Interest Income  | 1,000.00                   | 1,000.00                  | 1,832.97            | 832.97  |
| <b><u>Total Revenues</u></b>                               | <b>31,000.00</b>           | <b>31,000.00</b>          | <b>35,393.98</b>    | <b>4,393.98</b>                                 |
| <b><u>Expenditures</u></b>                                 |                            |                           |                     |   |
| Street Lights  | 15,000.00                  | 15,000.00                 | 13,937.77           | 1,062.23  |
| Other Expenditures - Public Works                          | 70,500.00                  | 70,500.00                 | -                   | 70,500.00                                       |
| <b><u>Total Expenditures</u></b>                           | <b>85,500.00</b>           | <b>85,500.00</b>          | <b>13,937.77</b>    | <b>71,562.23</b>                                |
| <b><u>Excess of Revenues Over (Under) Expenditures</u></b> | <b>(54,500.00)</b>         | <b>(54,500.00)</b>        | <b>21,456.21</b>    | <b>75,956.21</b>                                |
| <b><u>Other Financing Sources (Uses)</u></b>               |                            |                           |                     |   |
| Transfers In (Out)   | -                          | -                         | -                   | -   |
| <b><u>Net Change in Fund Balances</u></b>                  | <b>(54,500.00)</b>         | <b>(54,500.00)</b>        | <b>21,456.21</b>    | <b>75,956.21</b>                                |
| <b><u>Fund Balance - Beginning of Year</u></b>             | <b>54,500.00</b>           | <b>54,500.00</b>          | <b>56,727.21</b>    | <b>2,227.21</b>                                 |
| <b><u>Fund Balance - End of Year</u></b>                   | <b>\$ -</b>                | <b>\$ -</b>               | <b>\$ 78,183.42</b> | <b>\$ 78,183.42</b>                             |

**Village of Peck**  
Required Supplemental Information  
Budgetary Comparison Schedule  
Moore & Carter Fund  
For The Year Ended March 31, 2007

|  | <b>Original<br/>Budget</b> | <b>Amended<br/>Budget</b> | <b>Actual</b>       | <b>Variance<br/>with<br/>Amended<br/>Budget</b> |
|--|----------------------------|---------------------------|---------------------|---|
| <b><u>Revenues</u></b>                                     |                            |                           |                     |   |
| Interest Income  | \$ 100.00                  | \$ 100.00                 | \$ 331.97           | \$ 231.97                                       |
| <u>Total Revenues</u>                                      | <u>100.00</u>              | <u>100.00</u>             | <u>331.97</u>       | <u>231.97</u>                                   |
| <b><u>Expenditures</u></b>                                 |                            |                           |                     |   |
| Repairs & Maintenance                                      | 1,000.00                   | 1,000.00                  | -                   | 1,000.00  |
| <u>Total Expenditures</u>                                  | <u>1,000.00</u>            | <u>1,000.00</u>           | <u>-</u>            | <u>1,000.00</u>                                 |
| <b><u>Excess of Revenues Over (Under) Expenditures</u></b> | <u>(900.00)</u>            | <u>(900.00)</u>           | <u>331.97</u>       | <u>1,231.97</u>                                 |
| <b><u>Other Financing Sources (Uses)</u></b>               |                            |                           |                     |   |
| Transfers In (Out)   | -                          | -                         | -                   | -   |
| <b><u>Net Change in Fund Balances</u></b>                  | <u>(900.00)</u>            | <u>(900.00)</u>           | <u>331.97</u>       | <u>1,231.97</u>                                 |
| <b><u>Fund Balance - Beginning of Year</u></b>             | <u>14,370.00</u>           | <u>14,370.00</u>          | <u>14,400.82</u>    | <u>30.82</u>                                    |
| <b><u>Fund Balance - End of Year</u></b>                   | <u>\$ 13,470.00</u>        | <u>\$ 13,470.00</u>       | <u>\$ 14,732.79</u> | <u>\$ 1,262.79</u>                              |

**Village of Peck**  
Required Supplemental Information  
Budgetary Comparison Schedule  
Park Fund  
For The Year Ended March 31, 2007

|  | <b>Original<br/>Budget</b> | <b>Amended<br/>Budget</b> | <b>Actual</b>     | <b>Variance<br/>with<br/>Amended<br/>Budget</b> |
|--|----------------------------|---------------------------|-------------------|---|
| <b><u>Revenues</u></b>                                     |                            |                           |                   |   |
| Interest Income  | \$ -                       | \$ -                      | \$ 1.28           | \$ 1.28   |
| <u>Total Revenues</u>                                      | <u>-</u>                   | <u>-</u>                  | <u>1.28</u>       | <u>1.28</u>                                     |
| <b><u>Expenditures</u></b>                                 |                            |                           |                   |   |
| Recreation & Culture                                       | 6,000.00                   | 6,000.00                  | 3,799.81          | 2,200.19  |
| <u>Total Expenditures</u>                                  | <u>6,000.00</u>            | <u>6,000.00</u>           | <u>3,799.81</u>   | <u>2,200.19</u>                                 |
| <b><u>Excess of Revenues Over (Under) Expenditures</u></b> | <u>(6,000.00)</u>          | <u>(6,000.00)</u>         | <u>(3,798.53)</u> | <u>2,201.47</u>                                 |
| <b><u>Other Financing Sources (Uses)</u></b>               |                            |                           |                   |   |
| Transfers In (Out)   | 6,000.00                   | 6,000.00                  | 11,188.00         | 5,188.00  |
| <b><u>Net Change in Fund Balances</u></b>                  | <u>-</u>                   | <u>-</u>                  | <u>7,389.47</u>   | <u>7,389.47</u>                                 |
| <b><u>Fund Balance - Beginning of Year</u></b>             | <u>-</u>                   | <u>-</u>                  | <u>(7,187.92)</u> | <u>(7,187.92)</u>                               |
| <b><u>Fund Balance - End of Year</u></b>                   | <u>\$ -</u>                | <u>\$ -</u>               | <u>\$ 201.55</u>  | <u>\$ 201.55</u>                                |

**Village of Peck**  
Required Supplemental Information  
Budgetary Comparison Schedule  
Senior Citizen Fund  
For The Year Ended March 31, 2007

|  | <b>Original<br/>Budget</b> | <b>Amended<br/>Budget</b> | <b>Actual</b>     | <b>Variance<br/>with<br/>Amended<br/>Budget</b> |
|--|----------------------------|---------------------------|-------------------|---|
| <b><u>Revenues</u></b>                                     |                            |                           |                   |   |
| Rental Income  | \$ 1,500.00                | \$ 1,500.00               | \$ 1,515.00       | \$ 15.00  |
| Interest Income  | -                          | -                         | 0.41              | 0.41  |
| <u>Total Revenues</u>                                      | <u>1,500.00</u>            | <u>1,500.00</u>           | <u>1,515.41</u>   | <u>15.41</u>                                    |
| <b><u>Expenditures</u></b>                                 |                            |                           |                   |   |
| Recreation & Culture                                       | <u>7,500.00</u>            | <u>7,500.00</u>           | <u>5,981.23</u>   | <u>1,518.77</u>                                 |
| <u>Total Expenditures</u>                                  | <u>7,500.00</u>            | <u>7,500.00</u>           | <u>5,981.23</u>   | <u>1,518.77</u>                                 |
| <b><u>Excess of Revenues Over (Under) Expenditures</u></b> | <u>(6,000.00)</u>          | <u>(6,000.00)</u>         | <u>(4,465.82)</u> | <u>1,534.18</u>                                 |
| <b><u>Other Financing Sources (Uses)</u></b>               |                            |                           |                   |   |
| Transfers In (Out)   | <u>6,000.00</u>            | <u>6,000.00</u>           | <u>4,400.00</u>   | <u>(1,600.00)</u>                               |
| <b><u>Net Change in Fund Balances</u></b>                  | <u>-</u>                   | <u>-</u>                  | <u>(65.82)</u>    | <u>(65.82)</u>                                  |
| <b><u>Fund Balance - Beginning of Year</u></b>             | <u>-</u>                   | <u>-</u>                  | <u>309.21</u>     | <u>309.21</u>                                   |
| <b><u>Fund Balance - End of Year</u></b>                   | <u>\$ -</u>                | <u>\$ -</u>               | <u>\$ 243.39</u>  | <u>\$ 243.39</u>                                |

**Village of Peck**  
Required Supplemental Information  
Budgetary Comparison Schedule  
Storm Sewer Fund  
For The Year Ended March 31, 2007

|  | <b>Original<br/>Budget</b> | <b>Amended<br/>Budget</b> | <b>Actual</b>   | <b>Variance<br/>with<br/>Amended<br/>Budget</b> |
|--|----------------------------|---------------------------|-----------------|---|
| <b><u>Revenues</u></b>                                     |                            |                           |                 |   |
| Interest Income  | \$ -                       | \$ -                      | \$ 0.45         | \$ 0.45   |
| <u>Total Revenues</u>                                      | -                          | -                         | 0.45            | 0.45  |
| <b><u>Expenditures</u></b>                                 |                            |                           |                 |   |
| Public Works   | 500.00                     | 500.00                    | -               | 500.00  |
| <u>Total Expenditures</u>                                  | 500.00                     | 500.00                    | -               | 500.00  |
| <b><u>Excess of Revenues Over (Under) Expenditures</u></b> | (500.00)                   | (500.00)                  | 0.45            | 500.45  |
| <b><u>Other Financing Sources (Uses)</u></b>               |                            |                           |                 |   |
| Transfers In (Out)   | 500.00                     | 500.00                    | -               | (500.00)  |
| <b><u>Net Change in Fund Balances</u></b>                  | -                          | -                         | 0.45            | 0.45  |
| <b><u>Fund Balance - Beginning of Year</u></b>             | -                          | -                         | 19.55           | 19.55   |
| <b><u>Fund Balance - End of Year</u></b>                   | <u>\$ -</u>                | <u>\$ -</u>               | <u>\$ 20.00</u> | <u>\$ 20.00</u>                                 |

**Village of Peck**  
Required Supplemental Information  
Budgetary Comparison Schedule  
Capital Project Fund  
For The Year Ended March 31, 2007

|  | <b>Original<br/>Budget</b> | <b>Amended<br/>Budget</b> | <b>Actual</b> | <b>Variance<br/>with<br/>Amended<br/>Budget</b> |
|--|----------------------------|---------------------------|---------------|---|
| <b><u>Revenues</u></b>                                     |                            |                           |               |   |
| Grant Proceeds   | \$ -                       | \$ -                      | \$ -          | -   |
| <u>Total Revenues</u>                                      | -                          | -                         | -             | -   |
| <b><u>Expenditures</u></b>                                 |                            |                           |               |   |
| Capital Outlay   | -                          | -                         | -             | -   |
| <u>Total Expenditures</u>                                  | -                          | -                         | -             | -   |
| <b><u>Excess of Revenues Over (Under) Expenditures</u></b> | -                          | -                         | -             | -   |
| <b><u>Other Financing Sources (Uses)</u></b>               |                            |                           |               |   |
| Transfers In (Out)   | -                          | -                         | 20,498.91     | 20,498.91                                       |
| <b><u>Net Change in Fund Balances</u></b>                  | -                          | -                         | 20,498.91     | 20,498.91                                       |
| <b><u>Fund Balance - Beginning of Year</u></b>             | -                          | -                         | (20,498.91)   | (20,498.91)                                     |
| <b><u>Fund Balance - End of Year</u></b>                   | <u>\$ -</u>                | <u>\$ -</u>               | <u>\$ -</u>   | <u>\$ -</u>                                     |

## **Other Supplemental Information**

**Village of Peck**  
Other Supplemental Information  
Schedule of Indebtedness  
March 31, 2007

Dated: April 1, 2004  
Original Issue: \$197,263

**2004 Sewer Fund Loan to Water Fund**

| Interest<br>Rate    | Date<br>of<br>Maturity | Principal Outstanding<br>March 31, |               | Remaining<br>Annual Interest<br>Payable |
|---------------------|------------------------|------------------------------------|---------------|---|
|                     |                        | 2007                               | 2006          |   |
| 3.00%               | 4/1/2006               | \$ -                               | \$ 8,788.63   | \$ -                                    |
| 3.00%               | 10/1/2006              | -                                  | 8,920.46      | -                                       |
| 3.00%               | 4/1/2007               | 9,054.26                           | 9,054.26      | 2,435.47                                |
| 3.00%               | 10/1/2007              | 9,190.08                           | 9,190.08      | 2,299.65                                |
| 3.00%               | 4/1/2008               | 9,327.93                           | 9,327.93      | 2,161.80                                |
| 3.00%               | 10/1/2008              | 9,467.85                           | 9,467.85      | 2,021.88                                |
| 3.00%               | 4/1/2009               | 9,609.87                           | 9,609.87      | 1,879.86                                |
| 3.00%               | 10/1/2009              | 9,754.01                           | 9,754.01      | 1,735.72                                |
| 3.00%               | 4/1/2010               | 9,900.32                           | 9,900.32      | 1,589.41                                |
| 3.00%               | 10/1/2010              | 10,048.83                          | 10,048.83     | 1,440.90                                |
| 3.00%               | 4/1/2011               | 10,199.56                          | 10,199.56     | 1,290.17                                |
| 3.00%               | 10/1/2011              | 10,352.56                          | 10,352.56     | 1,137.17                                |
| 3.00%               | 4/1/2012               | 10,507.84                          | 10,507.84     | 981.89                                  |
| 3.00%               | 10/1/2012              | 10,665.46                          | 10,665.46     | 824.27                                  |
| 3.00%               | 4/1/2013               | 10,825.44                          | 10,825.44     | 664.29                                  |
| 3.00%               | 10/1/2013              | 10,987.82                          | 10,987.82     | 501.91                                  |
| 3.00%               | 4/1/2014               | 11,152.64                          | 11,152.64     | 337.09                                  |
| 3.00%               | 10/1/2014              | 11,319.90                          | 11,319.90     | 337.09                                  |
| Total Revenue Bonds |                        | \$ 162,364.37                      | \$ 180,073.46 | \$ 21,638.57                            |

**Water Supply System Revenue Refunding Bonds**  
**Interest Payable June 1 and December 1**

Dated: September 1, 1992  
Original Issue: \$345,000

| Interest<br>Rate                     | Date<br>of<br>Maturity | Principal Outstanding<br>March 31, |               | Remaining<br>Annual Interest<br>Payable |
|--------------------------------------|------------------------|------------------------------------|---------------|---|
|                                      |                        | 2007                               | 2006          |   |
| 6.50%                                | 6/1/2006               | \$ -                               | \$ 5,000.00   | \$ -                                    |
| 6.60%                                | 12/1/2006              | -                                  | -             | -                                       |
| 6.60%                                | 6/1/2007               | 10,000.00                          | 10,000.00     | 2,847.50                                |
| 6.75%                                | 12/1/2007              | -                                  | -             | 2,522.50                                |
| 6.75%                                | 6/1/2008               | 10,000.00                          | 10,000.00     | 2,522.50                                |
| 6.90%                                | 12/1/2008              | -                                  | -             | 2,197.50                                |
| 6.90%                                | 6/1/2009               | 10,000.00                          | 10,000.00     | 2,197.50                                |
| 6.90%                                | 12/1/2009              | -                                  | -             | 1,867.50                                |
| 7.00%                                | 6/1/2010               | 10,000.00                          | 10,000.00     | 1,867.50                                |
| 7.00%                                | 12/1/2010              | -                                  | -             | 1,537.50                                |
| 7.00%                                | 6/1/2011               | 10,000.00                          | 10,000.00     | 1,537.50                                |
| 7.10%                                | 12/1/2011              | -                                  | -             | 1,200.00                                |
| 7.10%                                | 6/1/2012               | 10,000.00                          | 10,000.00     | 1,200.00                                |
| 7.10%                                | 12/1/2012              | -                                  | -             | 862.50                                  |
| 7.25%                                | 6/1/2013               | 10,000.00                          | 10,000.00     | 862.50                                  |
| 7.25%                                | 12/1/2013              | -                                  | -             | 517.50                                  |
| 7.25%                                | 6/1/2014               | 15,000.00                          | 15,000.00     | 517.50                                  |
| Total Revenue Bonds                  |                        | \$ 85,000.00                       | \$ 90,000.00  | \$ 24,257.50                            |
| Total Business-type Activities Bonds |                        | \$ 247,364.37                      | \$ 270,073.46 | \$ 45,896.07                            |



**Village of Peck**  
Other Supplemental Information  
Schedule of Indebtedness  
March 31, 2007

**Tri-County Bank**  
**2004 Ford Crown Victoria**

Dated: August 17, 2004  
Original Issue: \$20,391

| <b>Interest<br/>Rate</b> | <b>Date<br/>of<br/>Maturity</b> | <b>Principal Outstanding<br/>March 31,</b> |                     | <b>Remaining<br/>Annual Interest<br/>Payable</b> |
|--------------------------|---------------------------------|--|---------------------|--|
|                          |                                 | <b>2007</b>                                | <b>2006</b>         |  |
| 2.85%                    | 8/17/2005                       | \$ -                                       | \$ 6,607.00         | \$ -   |
| 2.85%                    | 8/17/2006                       | 6,795.00                                   | 6,795.00            | 393.00   |
| 2.85%                    | 8/17/2007                       | 6,989.00                                   | 6,989.00            | 199.00   |
| Total Loan Payable       |                                 | <u>\$ 13,784.00</u>                        | <u>\$ 20,391.00</u> | <u>\$ 592.00</u>                                 |

**Tri-County Bank**  
**2007 Ford NH Backhoe**

Dated: December 11, 2006  
Original Issue: \$23,000

| <b>Interest<br/>Rate</b> | <b>Date<br/>of<br/>Maturity</b> | <b>Principal Outstanding<br/>March 31,</b> |                     | <b>Remaining<br/>Annual Interest<br/>Payable</b> |
|--------------------------|---------------------------------|--|---------------------|--|
|                          |                                 | <b>2007</b>                                | <b>2006</b>         |  |
| 3.90%                    | 12/11/2007                      | \$ 23,000.00                               | \$ 23,000.00        | \$ 897.00  |
| Total Loan Payable       |                                 | <u>\$ 23,000.00</u>                        | <u>\$ 23,000.00</u> | <u>\$ 897.00</u>                                 |

|  | <b>Interest<br/>Rate</b> | <b>Date<br/>of<br/>Maturity</b> | <b>Principal Outstanding<br/>March 31,</b> |                      | <b>Remaining<br/>Annual Interest<br/>Payable</b> |
|--|--------------------------|---------------------------------|--|----------------------|--|
|  |                          |                                 | <b>2007</b>                                | <b>2006</b>          |  |
| <b><u>Interfund Loans</u></b>                                    |                          |                                 |  |                      |  |
| <u>Sewer Fund - M/C Building</u>                                 | 5.00%                    | Open                            | \$ 30,606.00                               | \$ 30,606.00         | \$ -   |
| <u>Major Street Fund</u>   | 0.00%                    | Open                            | 30,000.00                                  | 30,000.00            | -  |
| <u>Total Interfund Loans</u>                                     |                          |                                 | <u>\$ 60,606.00</u>                        | <u>\$ 60,606.00</u>  | <u>\$ -</u>                                      |
| <u>Total Revenue Bonds, Notes Payable, &amp; Interfund Loans</u> |                          |                                 | <u>\$ 344,754.37</u>                       | <u>\$ 374,070.46</u> | <u>\$ 47,385.07</u>                              |